

ANNUAL REPORT
and
CONSOLIDATED ACCOUNTS
for
CGit Holding AB (publ)
Org.no. 556878-2295

The Board of Directors and the CEO are hereby authorized to submit the annual report and the consolidated accounts for the financial year 2021-01-01 - 2021-12-31

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CGit Holding AB (publ)

Org.no. 556878-2295

STATUTORY ADMINISTRATION REPORT

The annual report is prepared in Swedish kronor, SEK. Amounts in TSEK (unless otherwise stated).

Business

The Company is the Parent Company of a Group that trades IT equipment and provides IT consultancy services.

The Company is based in Mölndal.

Multi-year comparison*, Group

	2021	2020	2019	2018	2017
Net sales	135 569	77 153	104 285	58 829	56 171
Income after financial items	1 323	2 727	3 448	848	-259
Balance sheet total	41 076	29 291	36 399	24 051	21 891
Equity ratio (%)	32.46	42.38	28.31	31.33	30.87

*Definitions of indicators, see notes

Multi-year comparison*, Parent Company

	2021	2020	2019	2018	2017
Net sales	3 659	3 305	2 400	1 500	0
Income after financial items	10	5	-443	-669	-649
Balance sheet total	7 765	7 722	7 742	6 791	7 167
Equity ratio (%)	92.10	92.54	92.26	96.33	82.47

*Definitions of indicators, see notes

Ownership structure

CGit Holding AB's shares are listed on Spotlight Stock Market for public trading of the Company's shares. There are 1 476 000 class B shares and 100 000 class A shares. Below is a list of the Board's holdings and owners with holdings over 10% as of 2021-12-31.

Shareholders	Number of class A shares	Number of class B shares
Christian Gustavsson	43 000	389 000
Morgan Fjellberg		216 000
Leif Nord	20 000	180 000
Mattias Bergkvist	37 000	90 000
Johan Ljungquist		10 010
NANOCAP GROUP AB (PUBL)		250 000
Other shareholders		340 990

Significant events during the financial year for the Group

2021-01-27 - Launch of our software company Aixia AB, which is a significant step in moving us up the value chain.

2021-03-11 - We are granted funding for industrial research with a focus on research, development, and innovation.

2021-04-14 - CGit decides to double capacity with an additional 5 Petaflops of GPU computing power.

2021-04-16 - We get a key role in several AI projects in line with Industry 4.0 together with Stena Industry Innovation Lab. The projects are based on using cameras and AI to inspect and ensure that the production of companies in the global automotive industry meets their very high-quality standards.

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2021-06-29 - We are taking the next step in being part of the development of Industry 4.0. CGit signs a strategic framework agreement with AI Sweden, Sweden's national center for applied artificial intelligence. CGit enters a strategic framework agreement to build Edge Lab, a world-leading test bed within AI Sweden's Data Factory, where companies, academia, and the public sector can develop AI solutions.

2021-10-19 - We win our biggest deal in the history of the Company! Our first GPU-based Megapod deal. Worth MSEK 43.6!
A significant deal that confirms our position in the market and our expertise and experience in a market that will directly determine the future development of many companies in Industry 4.0.

2021-12-01 - Nvidia names CGit as the winner of the NVIDIA Channel Partner Marketing Excellence Award Northern Europe 2021!

Changes in equity, Group

	Share capital	Other contributed capital	Other equity including profit for the year	Non-controlling interests	Total equity
Amount at the beginning of the year	788	5 460	6 166	0	12 414
Change in Group structure				12	12
Profit of the year			921	79	1 000
Amount at the end of the year	788	5 460	7 087	91	13 426

Changes in equity, Parent Company

	Share capital	Share premium fund	Retained earnings	Profit for the year	Total equity
Amount at the beginning of the year	788	5 460	896	2	7 146
Appropriation of earnings according to AGM			2	-2	0
Profit of the year				6	6
Amount at the end of the year	788	5 460	898	6	7 152

Appropriation of earnings (SEK)

The proposed appropriation of the Company's profit

At the disposal of the AGM is	
retained earnings	897 835
free premium fund	5 459 991
profit of the year	6 467
	<u>6 364 293</u>

The Board proposes	
to carry forward	6 364 293
	<u>6 364 293</u>

With regard to the Company's performance and financial position, please refer to the following income statements and balance sheets with accompanying notes.

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BALANCE SHEET

	Note	Group		Parent Company	
		2021-01-01 2021-12-31	2020-01-01 2020-12-31	2021-01-01 2021-12-31	2020-01-01 2020-12-31
Operating income, etc.					
Net sales		135 569	77 153	3 659	3 305
Capitalized own development work		1 846	1 056	0	0
Other operating income		1 599	2 218	0	0
		<hr/>	<hr/>	<hr/>	<hr/>
		139 014	80 427	3 659	3 305
Operating costs					
Merchandise and services purchased		-98 529	-46 226	0	0
Other external costs		-11 711	-9 064	-578	-585
Personnel costs	2	-23 515	-18 664	-3 070	-2 715
Depreciation and amortization of tangible and intangible fixed		-3 387	-2 753	0	0
Other operating costs		-335	-843	0	0
		<hr/>	<hr/>	<hr/>	<hr/>
		-137 477	-77 550	-3 648	-3 300
Operating profit		1 537	2 877	11	5
Income from financial items					
Interest costs and similar items		-214	-150	-1	0
		<hr/>	<hr/>	<hr/>	<hr/>
		-214	-150	-1	0
Income after financial items		1 323	2 727	10	5
Income before tax		1 323	2 727	10	5
Tax on profit for the year		-323	-621	-4	-3
		<hr/>	<hr/>	<hr/>	<hr/>
Net result for the year		1 000	2 106	6	2
Relating to:					
Shareholders of the Parent Company		921	2 106		
None-controlling influence		79	0		

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BALANCE SHEET	Note	Group		Parent Company	
		2021-12-31	2020-12-31	2021-12-31	2020-12-31
ASSETS					
Fixed assets					
Intangible assets					
Capitalized expenditure for development work and similar work	3	5 920	3 259	0	0
Total intangible fixed assets		<u>5 920</u>	<u>3 259</u>	<u>0</u>	<u>0</u>
Tangible fixed assets					
Machinery and other technical equipment	4	453	609	0	0
Equipment, tools, fixtures, and fittings	5	9 545	6 968	0	0
Total tangible fixed assets		<u>9 998</u>	<u>7 577</u>	<u>0</u>	<u>0</u>
Financial assets					
Income from shares in Group companies	6	0	0	1 790	1 790
Total financial fixed assets		<u>0</u>	<u>0</u>	<u>1 790</u>	<u>1 790</u>
Total fixed assets		15 918	10 836	1 790	1 790
Current assets					
Inventories, etc.					
Finished goods and merchandise		12	56	0	0
Total inventories, etc.		<u>12</u>	<u>56</u>	<u>0</u>	<u>0</u>
Current receivables					
Accounts receivable		8 969	10 535	350	0
Receivables from Group companies		0	0	5 188	5 298
Other receivables		7 035	69	0	0
Prepayments and accrued income		3 274	2 490	396	531
Total current receivables		<u>19 278</u>	<u>13 094</u>	<u>5 934</u>	<u>5 829</u>
Cash and bank balance					
Cash and bank balance		5 868	5 305	41	103
Total cash and bank balance		<u>5 868</u>	<u>5 305</u>	<u>41</u>	<u>103</u>
Total current assets		25 158	18 455	5 975	5 932
TOTAL ASSETS		41 076	29 291	7 765	7 722

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BALANCE SHEET

	Note	Group		Parent Company	
		2021-12-31	2020-12-31	2021-12-31	2020-12-31
EQUITY AND LIABILITIES					
Equity, Group					
Share capital		788	788		
Other contributed capital		5 460	5 460		
Other equity including net result for the year		7 087	6 166		
Equity relating to shareholders of the Parent Company		13 335	12 414		
None-controlling influence		91	0		
Total equity, Group		13 426	12 414		
Equity, Parent Company					
Restricted equity					
Share capital				788	788
Total restricted equity				788	788
Unrestricted equity					
Share premium fund				5 460	5 460
Retained earnings				898	896
Net result for the year				6	2
Total unrestricted equity				6 364	6 358
Total equity, Parent Company				7 152	7 146
Non-current liabilities					
Liabilities to credit institutions	7	4 892	3 444	0	0
Total non-current liabilities	7	4 892	3 444	0	0
Current liabilities					
Liabilities to credit institutions		3 695	3 055	0	0
Customer advances		45	22	0	0
Accounts payable		6 077	4 095	33	45
Current tax liability		399	1 350	128	157
Other liabilities		9 423	1 785	277	313
Accruals and deferred income		3 119	3 126	175	61
Total current liabilities		22 758	13 433	613	576
TOTAL EQUITY AND LIABILITIES		41 076	29 291	7 765	7 722

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CASH FLOW STATEMENT

	Note	Group		Parent Company	
		2021-01-01 2021-12-31	2020-01-01 2020-12-31	2021-01-01 2021-12-31	2020-01-01 2020-12-31
The operating activities					
Operating profit		1 537	2 877	11	5
Adjustments for items not included in cash flow	8	3 437	2 753	0	0
Interest paid		-214	-150	-1	0
Income tax paid		-1 274	32	-33	0
Cash flow from operating activities before changes in working capital		3 486	5 512	-23	5
Cash flow from changes in working capital					
Decrease(+)/increase(-) accounting inventories/ongoing work		44	-52	0	0
Decrease(+)/increase(-) accounts receivable		1 566	3 344	-350	0
Decrease(+)/increase(-) receivables		-7 750	-43	245	-3
Decrease(-)/increase(+) accounts payable		1 982	-5 253	-12	22
Decrease(-)/increase(+) current liabilities		7 654	-3 743	78	-48
Cash flow from operating activities		6 982	-235	-62	-24
Investing activities					
Acquisition of capitalized expenditure for research, etc.	3	-2 885	-2 363	0	0
Acquisition of machinery and other technical equipment	4	-77	-38	0	0
Acquisition of equipment, tools, fixtures, and fittings	5	-728	-299	0	0
Cash flow from investing activities		-3 690	-2 700	0	0
Financing activities					
Amortization of financial liabilities		-2 729	-2 356	0	0
Cash flow from financing activities		-2 729	-2 356	0	0
Change in cash and cash equivalents		563	-5 291	-62	-24
Cash and cash equivalents at the beginning of the year		5 305	10 596	103	127
Cash and cash equivalents at the end of the year		5 868	5 305	41	103

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Not 1 Accounting and valuation principles

The annual report and consolidated accounts have been prepared in accordance with the Annual Accounts Act and BFNAR 2012:1 Annual Report and Consolidated Accounts (K3).

The principles are unchanged compared with the previous year.

Receivables

Receivables have been recorded in the amounts expected to be received.

Other assets, provisions, and liabilities

Other assets, provisions, and liabilities are valued at acquisition cost unless noted below.

Revenue recognition

Income is reported at the fair value of what has been received or will be received. The Company, therefore, reports the income at nominal value (invoice amount) if the compensation is received in cash and cash equivalents directly upon delivery. Deductions are made for discounts granted.

Cash flow statement

The cash flow statement is prepared using the indirect method. The reported cash flow only includes transactions that result in receipts or payments. In addition to cash on hand, the Company classifies cash and cash equivalents as demand deposits at banks and other credit institutions and short-term liquid investments that are quoted on a marketplace and have a shorter duration than three months from the date of acquisition. Restricted funds are not classified as cash and cash equivalents. Changes in restricted funds are reported in investing activities.

Tangible fixed assets

Tangible fixed assets are reported at acquisition cost less any accumulated depreciation and impairment losses. The assets are depreciated on a straight-line basis over the assets' estimated useful life except land that are not depreciated. The useful life is reviewed at each balance sheet date. The following useful lives apply:

	Number of years
Machinery and other technical equipment	5
Equipment, tools, fixtures, and fittings	5

Intangible assets

Intangible fixed assets are reported at acquisition cost less any accumulated depreciation and impairment losses. The assets are depreciated on a straight line basis over the assets' estimated useful life. The useful life is reviewed at each balance sheet date. Ongoing projects are not depreciated but are tested for impairment annually.

	Number of years
Capitalized expenditure for development work and similar work	5

Capitalization of internally generated intangible assets

Expenditure incurred during the research phase is expensed as incurred. Expenditure incurred during the development phase are capitalized once the following conditions are met: the Company intends to complete the intangible asset and to use or sell it; the Company can use or sell the asset; it is technically feasible for the Company to complete the intangible asset so that it can be used or sold; there are adequate technical, financial, and other resources to complete the development and to use or sell the asset; the intangible asset will probably generate future economic benefits, and the Company can reliably estimate the expenditure attributable to the asset during its development. The acquisition cost includes personnel costs incurred in the development work with an appropriate share of relevant overheads and loan costs. The corresponding amount has been transferred to the fund for development costs.

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Leasing

A finance lease is a lease under which the economic risks and rewards incidental to ownership of an asset are substantially transferred from the lessor to the lessee. An operating lease is a lease that is not a finance lease.

Operating leases are expensed on a straight-line basis over the lease term.

The balance sheet recognizes rights and obligations under finance leases as assets and liabilities. The asset and liability are recorded at the lower of the fair value of the asset and the present value of the minimum lease payments, determined at the inception of the lease. Lease payments are allocated to interest and amortization of the debt using the effective interest method. Contingent rents are charged as expenses in the financial year in which they are incurred.

Inventory

Inventories are stated at the lower acquisition cost (calculated on a first-in, first-out basis) and net realizable value. The net realizable value has been calculated at the sales value after deducting the estimated sales cost, with which obsolescence has been taken into account.

Income tax

Current tax is income tax for the current financial year relating to the taxable profit for the year and the unrecognized part of income tax for previous financial years.

Current tax is measured at the probable amount using tax rates and tax laws in force at the balance sheet date.

Employee benefits

Short-term employee benefits, such as salaries, holiday pay, and bonuses, are benefits that fall due within 12 months of the balance sheet date of the year in which the employee earned the benefit. Short-term benefits are valued based on the undiscounted amount the Company expects to pay due to the unused right.

Foreign currency receivables and liabilities

Monetary receivables and liabilities in foreign currencies are translated at the rate on the balance sheet date.

Exchange differences arising on the settlement or translation of monetary items are recognized in the income statement for the financial year in which they appear, either as an operating item or as a financial item based on the underlying transaction.

Public contributions

Government grants are measured at the fair value of the asset received or receivable.

Government grants that are not subject to certain future performance conditions, called unconditional grants, are recognized when the conditions for receiving the grant are met, which is usually at the time the grant is received. Government grants with future performance conditions, called conditional grants, are recognized as an expense when the grant is received and are subsequently recognized as revenue when the service is rendered.

Government grants relating to the acquisition of a fixed asset reduce the acquisition cost of the asset.

Consolidated accounts

The consolidated accounts combine the activities of the Parent Company and all its subsidiaries up to December 31, 2021. Subsidiaries are all entities in which the Group has the power to govern the financial and operating policies to obtain economic benefits. The Group achieves and exercises control by holding more than half of the votes. Intra-group transactions and balance sheet items are eliminated in full on consolidation, including unrealized profits and losses on transactions between group companies.

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INFORMATION ON INDIVIDUAL ITEMS

Note 2 Average number of employees

	Group		Parent Company	
	2021	2020	2021	2020
<i>Average number of employees</i>				
The average number of employees is based on attendance hours paid by the Company related to normal working hours.				
Average number of employees	32.00	27.00	3.00	3.00

Note 3 Capitalized expenditure for development work and similar work

	Group		Parent Company	
	2021-12-31	2020-12-31	2021-12-31	2020-12-31
Opening acquisition cost	3 594	1 231	0	0
Purchases	2 885	2 363	0	0
Closing accumulated acquisition cost	6 479	3 594	0	0
Opening depreciations	-335	-112	0	0
Depreciations for the year	-224	-223	0	0
Closing accumulated depreciations	-559	-335	0	0
Closing carrying amount	5 920	3 259	0	0
Assets acquired with government grants have reduced the acquisition cost by	1 642	700	0	0

This relates to investments in IT infrastructure with gradual deployment. Government grants relating to the acquisition/activation of capitalized development expenditure have reduced the acquisition cost of the asset.

Note 4 Machinery and other technical equipment

	Group		Parent Company	
	2021-12-31	2020-12-31	2021-12-31	2020-12-31
Opening acquisition cost	2 311	2 273	0	0
Purchases	77	38	0	0
Closing accumulated acquisition cost	2 388	2 311	0	0
Opening depreciations	-1 702	-1 227	0	0
Depreciations for the year	-232	-475	0	0
Closing accumulated depreciations	-1 934	-1 702	0	0
Closing carrying amount	454	609	0	0

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Note 5	Equipment, tools, fixtures, and fittings	Group		Parent Company	
		2021-12-31	2020-12-31	2021-12-31	2020-12-31
	Opening acquisition cost	11 677	10 973	0	0
	Purchases	5 883	2 444	0	0
	Sales/disposals	-2 789	-1 740	0	0
	Closing accumulated acquisition cost	14 771	11 677	0	0
	Opening depreciations	-4 709	-3 733	0	0
	Sales/disposals	2 415	1 079	0	0
	Depreciations for the year	-2 931	2 055	0	0
	Closing accumulated depreciations	-5 225	-4 709	0	0
	Closing carrying amount	9 546	6 968	0	0
	The above carrying amount includes leased assets with	8 658	6 671	0	0
Note 6	Shares in Group companies				
	Group				
	Companies		Capital		
	Organization number	Registered office	share %		
	CGit AB	Gothenburg	100		
	556718-8759				
	Aixia AB	Mölnadal	51		
	559304-0842				
	Parent Company		2021-12-31	2020-12-31	
	Company		Amount/Cap.	Carrying	Carrying
	Organization number	Registered office	share %	value	value
	CGit AB	Gothenburg	1 000	1 790	1 790
	556718-8759		100.00%	1 790	1 790
	Details of equity and net income		Equity	Net income	
	CGit AB		7 936	873	
Note 7	Non-current liabilities		Group	Parent Company	
			2021-12-31	2020-12-31	
	Amortization within 2 to 5 years		4 892	3 444	0

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Note 8	Adjustment for items not included in Cash flow	Group		Parent Company	
		2021-12-31	2020-12-31	2021-12-31	2020-12-31
	Depreciation	3 387	2 753	0	0
	Loss on sale/disposal of tangible fixed assets	37	0	0	0
	Other items	13	0	0	0
		<u>3 437</u>	<u>2 753</u>	<u>0</u>	<u>0</u>

At year-end, the Group held finance leases amounting to TSEK 8 658 (previous year TSEK 6 671), entered in the balance sheet. The entry into new leases during the year has no direct effect on the cash flow for the year. Instead, the change in finance leases is reflected in the cash flow statement in the item amortization of financial liabilities.

Note 9	Securities lodged	Group		Parent Company	
		2021-12-31	2020-12-31	2021-12-31	2020-12-31
	Chattel mortgages	7 800	7 800	0	0
	Total securities lodged	<u>7 800</u>	<u>7 800</u>	<u>0</u>	<u>0</u>

Note 10 Contingent liabilities

CGit Holding AB (Publ) has provided a general guarantee in favor of subsidiary's bank commitment.

Note 11 Significant events after the end of the financial year for the Group

2022-01-03 - CGit wins a new order with an existing customer worth MSEK 3.8.

An existing customer has entrusted CGit to deliver its next-generation storage solution. The customer, active in software development and SaaS services, has decided to invest in new technology to meet the challenging realities of IT. With the new technology that CGit delivers, the customer ensures that the information is always secure and available.

2022-01-17 - CGit wins a new order with one of the universities in Sweden through Aixia.

CGit, through Aixia, has won a tender and is signing a new contract with a university for natural language processing. We will be assisting them in developing and implementing deep learning models. The project starts immediately and will last for about six months. CGit/AixCGit/Aixia is grateful for the trust, says Mattias Bergkvist, CEO of CGit/Aixia. It is inspiring and strategically valuable for us to add more qualifying projects, this time in NLP (Natural Language Processing). Aixia, which has only been in operation since the beginning of 2021, has already delivered significant projects to support and develop Industry 4.0, and private and public sector businesses.

Note 12	Transactions with related parties	Group		Parent Company	
		2021-12-31	2020-12-31	2021-12-31	2020-12-31
	Portion of net sales relating to sales to Group companies	0	0	3 659	3 305
	Portion of other external expenses relating to purchases from Group companies	0	0	0	0
		<u>0</u>	<u>0</u>	<u>3 659</u>	<u>3 305</u>

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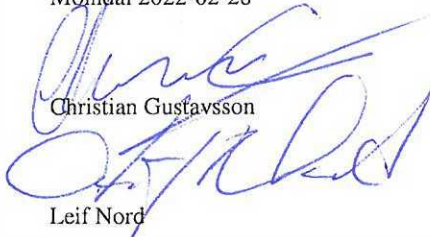
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Note 13 Definition of indicator

Equity ratio
Adjusted equity as a percentage of balance sheet total


Mölnådal 2022-02-28



Christian Gustavsson
Leif Nord



Johan Ljungquist



Mattias Bergkvist
CEO

Our audit report was issued on March 4, 2022.

baks & co aktieföretag

Viktor Mattsson
Authorized auditor



Audit report

To the general meeting of CGit Holding AB (publ), org. no. 556878-2295

Report on the annual report and consolidated accounts

Statements

We have audited the annual report and consolidated accounts of CGit Holding AB (publ) for the year 2021.

In our opinion, the annual report and consolidated accounts have been prepared under the Swedish Annual Accounts Act and present a true and fair view of the financial position of the Parent Company and the Group on December 31, 2021, and of its financial performance and cash flow for the year under the Swedish Annual Accounts Act.

The statutory administration report is consistent with the other parts of the annual report and consolidated accounts.

We recommend that the Annual General Meeting adopts the income statement and balance sheet of the Parent Company and the Group.

Basis for statements

We conducted our audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing standards in Sweden. The *Auditor's responsibility* section further describes our responsibilities under these standards. We are independent of the Parent Company and the Group under good auditing practice in Sweden and have otherwise fulfilled our professional, ethical responsibilities under these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of the Board of Directors and the CEO

The Board of Directors and the CEO are responsible for preparing the annual report and consolidated accounts and ensuring that they give a true and fair view under the Swedish Annual Accounts Act. The Board of Directors and the CEO are also responsible for any internal control they deem necessary to prepare an annual report and consolidated accounts free from material misstatement, whether due to irregularities or errors.

In preparing the annual report and consolidated accounts, the Board of Directors and the CEO are responsible for assessing the Company's and the Group's ability to continue as a going concern. They disclose, when applicable, conditions that may affect the ability to continue operations and to use the assumption of continued operations. However, the going concern assumption is not applied if the Board of Directors and the CEO intend to liquidate the Company, cease operations, or have no realistic alternative.

Auditor's responsibility

Our objectives are to obtain reasonable assurance about whether the annual report and consolidated accounts are free from material misstatements caused by irregularities or errors and to provide an audit report that includes our opinions.

Reasonable certainty is a high degree of certainty but is no guarantee that an audit conducted under ISA and generally accepted auditing standards in Sweden will always detect a material misstatement when it exists. Misstatements may arise from irregularities or errors and are considered material if, individually or in combination, they could reasonably be expected to influence the financial decisions of users on the basis of the annual report and consolidated accounts.

You will find a further description of our responsibility for the audit of the annual report and consolidated accounts on the website of the Swedish Inspectorate of Auditors:

www.revisorsinspektionen.se/rn/showdocument/documents/rev_dok/revisors_ansvar.pdf. This description is part of the audit report.



Report on other requirements in accordance with laws and other statutes

Statements

In addition to our audit of the annual report and consolidated accounts, we audited the administration of the Board of Directors and the CEO of CGit Holding AB (publ) in 2021 and the proposed appropriation of the Company's profit or loss.

We recommend to the Annual General Meeting that the profit be appropriated as proposed in the statutory administration report and that the directors and the CEO be discharged from liability for the financial year.

Basis for statements

We have performed the audit following generally accepted auditing standards in Sweden. The *Auditor's responsibility* section further describes our responsibilities under these. We are independent of the Parent Company and the Group under good auditing practice in Sweden and have otherwise fulfilled our professional, ethical responsibilities under these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Responsibilities of the Board of Directors and the CEO

The Board of Directors are responsible for the proposed appropriation of the Company's profit or loss. When proposing a dividend, this includes, among other things, an assessment of whether it is justifiable given the requirements of the nature, scope, and risks of the Company's and the Group's activities in terms of the size of the Parent Company's and the Group's equity, consolidation needs, liquidity, and general position.

The Board is responsible for the Company's organization and the management of the Company's affairs, which includes, among other things, continuously assessing the financial situation of the Company and the Group and ensuring that the organization of the Company is such that the accounting, asset management, and the Company's financial position, in general, includes satisfactory controls. The CEO shall handle the day-to-day administration under the Board's guidelines and instructions and shall, among other things, take the measures necessary to ensure that the Company's accounts are kept lawfully and that the assets are managed satisfactorily.

Auditor's responsibility

Our objective in auditing the management, and thereby our discharge opinion, is to obtain audit evidence to assure with a reasonable degree of certainty as to whether any director or the CEO has taken actions or made omissions in any material respect that could give rise to a liability to the Company, or has otherwise acted in breach of the Companies Act, the Annual Accounts Act, or the Articles of Association.

Our objective in auditing the proposed appropriation of the Company's profit or loss, and thus our opinion on this, is to assess with a reasonable degree of certainty whether the proposal follows the Swedish Companies Act.

Reasonable certainty is a high level of certainty. However, it does not guarantee that an audit conducted following generally accepted auditing standards in Sweden will always detect actions or omissions that may give rise to liability for damages against the Company or that a proposal for the appropriation of the Company's profits or losses is not following the Swedish Companies Act (aktiebolagslagen).

You will find a further description of our responsibility for the audit of the administration on the website of the Swedish Inspectorate of Auditors: www.revisorsinspektionen.se/rn/showdocument/documents/rev_dok/revisors_ansvar.pdf. This description is part of the audit report.

Eksjö, March 4, 2022

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Viktor Mattsson

Authorized auditor